



<b>UNAUDITED INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 31 MARCH 2015</b>		
<b>CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION</b>		
	<b>As At 31 Mar 2015 RM'000 (UNAUDITED)</b>	<b>As At 30 Jun 2014 RM'000</b>
<b>ASSETS</b>		
<b>NON-CURRENT ASSETS</b>		
Property, plant and equipment	111,247	113,999
Investment properties	109,005	98,793
Intangible assets	68,072	68,568
Investments in associates	736	658
Other investments	1,119	1,099
Deferred tax assets	3,507	2,713
<b>Total non-current assets</b>	<b>293,686</b>	<b>285,830</b>
<b>CURRENT ASSETS</b>		
Inventories	149,172	144,620
Trade and other receivables	141,854	112,265
Current tax assets	2,628	749
Cash and cash equivalents	85,752	69,624
<b>Total current assets</b>	<b>379,406</b>	<b>327,258</b>
<b>TOTAL ASSETS</b>	<b>673,092</b>	<b>613,088</b>
<b>EQUITY AND LIABILITIES</b>		
Share capital	201,572	100,786
Reserves	179,736	247,406
Treasury shares	-	(1,706)
<b>Total equity attributable to the owners of the parent</b>	<b>381,308</b>	<b>346,486</b>
<b>Non-controlling Interest</b>	<b>14,422</b>	<b>14,134</b>
<b>Total equity</b>	<b>395,730</b>	<b>360,620</b>
<b>NON-CURRENT LIABILITIES</b>		
Long term borrowings	102,471	103,738
Trade and other payables	4,258	5,125
Provision for restoration costs	1,471	1,465
Deferred tax liabilities	6,818	6,666
<b>Total non-current liabilities</b>	<b>115,018</b>	<b>116,994</b>
<b>CURRENT LIABILITIES</b>		
Trade and other payables	98,579	85,967
Bank borrowings	57,091	41,765
Provision for restoration costs	345	286
Current tax payables	6,329	7,456
<b>Total current liabilities</b>	<b>162,344</b>	<b>135,474</b>
<b>Total liabilities</b>	<b>277,362</b>	<b>252,468</b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>673,092</b>	<b>613,088</b>
	-	-
<b>NET ASSETS PER SHARE ATTRIBUTABLE TO ORDINARY EQUITY HOLDERS OF THE PARENT (RM) :</b>	<b>0.47</b>	<b>0.43</b>

*(The Condensed Consolidated Statement of Financial Position should be read in conjunction with the Annual Financial Report for the year ended 30 June 2014)*

**Notes :-**

The computations for NA per share is based on 806,287,400 issued shares, after the Bonus Issue and Share Split completed on 23rd July 2014.



**UNAUDITED INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 31 MARCH 2015**  
**CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME**

	Individual Quarter		Cumulative Quarter	
	Current Year Quarter 31 Mar 2015 RM'000	Preceding Year Corresponding Quarter 31/03/2014 RM'000	Current Year- To-Date 31 Mar 2015 RM'000	Preceding Year Corresponding Period 31/03/2014 RM'000
<b>Revenue</b>	<b>195,010</b>	<b>171,023</b>	<b>547,023</b>	<b>525,749</b>
Cost of sales	(83,328)	(65,291)	(223,892)	(203,824)
<b>Gross profit</b>	<b>111,682</b>	<b>105,732</b>	<b>323,131</b>	<b>321,925</b>
Selling and distribution expenses	(59,809)	(56,683)	(165,413)	(156,199)
General and administration expenses	(29,777)	(29,148)	(94,147)	(92,183)
Other operating income	3,146	3,217	7,219	6,251
<b>Profit from operations</b>	<b>25,242</b>	<b>23,118</b>	<b>70,790</b>	<b>79,794</b>
Finance costs	(2,908)	(2,016)	(7,651)	(5,846)
Share of results of associates	79	-	78	(1)
<b>Profit before tax</b>	<b>22,413</b>	<b>21,102</b>	<b>63,217</b>	<b>73,947</b>
Taxation	(6,795)	(6,124)	(18,776)	(22,509)
<b>Profit for the period</b>	<b>15,618</b>	<b>14,978</b>	<b>44,441</b>	<b>51,438</b>
Other comprehensive income				
Foreign currency exchange differences arising from consolidation	653	9	1,594	1,688
<b>Total comprehensive income for the period</b>	<b>16,271</b>	<b>14,987</b>	<b>46,035</b>	<b>53,126</b>
<b>Profit attributable to :</b>				
Owners of the parent	14,129	12,983	40,942	46,206
Non-controlling Interests	1,489	1,995	3,499	5,232
	<b>15,618</b>	<b>14,978</b>	<b>44,441</b>	<b>51,438</b>
<b>Total comprehensive income attributable to :</b>				
Owners of the parent	14,658	12,984	42,189	47,577
Non-controlling Interests	1,613	2,003	3,846	5,549
	<b>16,271</b>	<b>14,987</b>	<b>46,035</b>	<b>53,126</b>
Net earnings per share attributable to owners of the parent (Note B14)				
- Basic (sen)	1.75	1.61	5.08	5.73

*(The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the Annual Financial Report for the year ended 30 June 2014)*

**\* Notes :-**

The computations for earnings per share is based on 806,287,400 issued shares after the Bonus Issue and Share Split completed on 23rd July 2014.



**UNAUDITED INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 31 MARCH 2015**  
**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY**

	Attributable to owners of the parent							Non-controlling interests RM'000	Total Equity RM'000
	Non-Distributable				Distributable				
	Share Capital RM'000	Share Premium RM'000	Available-for-sale Reserve RM'000	Exchange Translation Reserve RM'000	Treasury Shares RM'000	Retained Earnings RM'000	Sub-total RM'000		
<b>At 1 July 2014</b>	100,786	476	(12)	672	(1,706)	246,270	346,486	14,134	360,620
Profit for the financial year	-	-	-	-	-	40,942	40,942	3,499	44,441
Foreign currency translations	-	-	-	1,247	-	-	1,247	347	1,594
<b>Total comprehensive income for the period</b>	-	-	-	1,247	-	40,942	42,189	3,846	46,035
Transaction with owners:									
Resale of treasury shares	-	1,006	-	-	1,706	-	2,712	-	2,712
Bonus issue	100,786	(1,482)	-	-	-	(99,304)	-	-	-
Dividend paid	-	-	-	-	-	(10,079)	(10,079)	(3,558)	(13,637)
<b>Total transactions with owners</b>	100,786	(476)	-	-	1,706	(109,383)	(7,367)	(3,558)	(10,925)
<b>At 31 March 2015</b>	<b>201,572</b>	<b>-</b>	<b>(12)</b>	<b>1,919</b>	<b>-</b>	<b>177,829</b>	<b>381,308</b>	<b>14,422</b>	<b>395,730</b>
<b>At 1 July 2013</b>	100,786	476	(12)	(161)	-	201,294	302,383	13,120	315,503
Profit for the financial year	-	-	-	-	-	46,206	46,206	5,232	51,438
Foreign currency translations	-	-	-	1,371	-	-	1,371	317	1,688
<b>Total comprehensive income for the period</b>	-	-	-	1,371	-	46,206	47,577	5,549	53,126
Transaction with owners:									
Repurchase of own shares	-	-	-	-	(1,706)	-	(1,706)	-	(1,706)
Dividends paid	-	-	-	-	-	(10,079)	(10,079)	-	(10,079)
Dividends paid to non-controlling interests of subsidiaries	-	-	-	-	-	-	-	(3,248)	(3,248)
Change of equity interest in a subsidiary	-	-	-	-	-	(68)	(68)	(266)	(334)
<b>Total transactions with owners</b>	-	-	-	-	(1,706)	(10,147)	(11,853)	(3,514)	(15,367)
<b>At 31 March 2014</b>	<b>100,786</b>	<b>476</b>	<b>(12)</b>	<b>1,210</b>	<b>(1,706)</b>	<b>237,353</b>	<b>338,107</b>	<b>15,155</b>	<b>353,262</b>

(The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the Annual Financial Report for the year ended 30 June 2014)



**BONIA CORPORATION BERHAD** (223934-T)

[Incorporated in Malaysia]

**UNAUDITED INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 31 MARCH 2015**

**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS**

	31 Mar 2015 RM'000	31 Mar 2014 RM'000
<b>Cash flows from operating activities</b>		
Profit before tax	63,217	73,947
Adjustments for non-cash flow:		
Amortisation of trademarks	993	1,718
Bad debts written off	-	5
Depreciation of property, plant and equipment	15,800	15,168
Fair value adjustments on investment properties	-	-
Gain on disposal of property, plant and equipment	(524)	(278)
Accretion of non-current other payable	446	604
Impairment loss on :-		
- amounts owing by associates	-	2
- property, plant and equipment	-	164
Interest expense	4,556	2,705
Interest income	(537)	(438)
Properties, plant and equipment written off	120	88
Share of profit/(loss) of associates	(78)	1
Unwinding of discount on provision for restoration costs	61	-
Unrealised loss on foreign exchange, net	139	36
Operating profit before changes in working capital	84,193	93,722
Changes in working capital		
Net change in current assets	(29,183)	(16,677)
Net change in current liabilities	7,991	(15,487)
<b>Cash generated from operations</b>	<b>63,001</b>	<b>61,558</b>
Tax paid	(22,467)	(18,327)
<b>Net cash from operating activities</b>	<b>40,534</b>	<b>43,231</b>
<b>Cash flows (used in)/from investing activities</b>		
Interest received	537	438
Loan/Advances to associates	(474)	(2)
Acquisition of additional shares in associates	-	(334)
Acquisition of associates	-	(594)
Proceeds from disposal of property, plant and equipment	855	373
Withdrawal of deposits pledged to licensed banks	-	464
Purchase of Trademarks	(43)	(6,523)
Purchase of property, plant and equipment	(12,109)	(23,429)
Purchase of investment properties	(5,952)	(7,205)
Net cash used in investing activities	(17,186)	(36,812)
<b>Cash flows (used in)/from financing activities</b>		
Interest paid	(4,556)	(2,705)
Proceeds from sale of treasury shares	2,712	-
Repurchase of own shares	-	(1,706)
Net financing from bank borrowings	8,809	7,621
Dividends paid to owners of the parent	(10,079)	(10,079)
Dividends paid to non-controlling interests	(3,558)	(3,248)
Net cash used in financing activities	(6,672)	(10,117)
<b>Net increase/(decrease) in cash and cash equivalents</b>	<b>16,676</b>	<b>(3,698)</b>
<b>Cash and cash equivalents at beginning of the financial year</b>	<b>66,241</b>	<b>71,613</b>
<b>Effect of exchange rate changes on cash and cash equivalents</b>	<b>(650)</b>	<b>(117)</b>
<b>Cash and cash equivalents at end of the financial year (Note A16)</b>	<b>82,267</b>	<b>67,798</b>

*(The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the Annual Financial Report for the year ended 30 June 2014)*

**BONIA CORPORATION BERHAD** (223934-T)

[Incorporated in Malaysia]

**NOTES TO INTERIM FINANCIAL REPORT****31 MARCH 2015***(Unaudited)***A1. Basis of Preparation**

The interim financial statements are unaudited and have been prepared in accordance with the requirements of the Malaysian Financial Reporting Standards (“MFRS”) MFRS 134: “Interim Financial Reporting” and Chapter 9 Paragraph 9.22 of the Listing Requirements of Bursa Malaysia Securities Berhad. This Interim Financial Statements also complies with IAS 34: Interim Financial Reporting issued by the International Accounting Standard Board (“IASB”).

The interim financial statements should be read in conjunction with the annual audited financial statements of the Group for the financial year ended 30 June 2014.

The explanatory notes attached to the interim financial statements provide an explanation of events and transactions that are significant to an understanding of the changes in the financial position and performance of the Group since the financial year ended 30 June 2014.

**A2. Accounting policies**

The significant accounting policies adopted by the Group in this Report are consistent with those adopted in the Audited Financial Statements of the Group for the financial year ended 30 June 2014 except for the adoption of the following new/revised MFRSs, Amendments to MFRSs and Issues Committee Interpretations (:IC Interpretations”) that are effective for financial periods beginning on or after 1 January 2014 :

**(a) Adoption of New/Revised MFRSs, Amendments to MFRSs and IC Interpretations****(i) Effective for financial periods beginning on or after 1 January 2014**

Amendments to MFRS 10	Consolidated Financial Statements : Investment Entities	1 January 2014
Amendments to MFRS 12	Disclosure of Interest in Other Entities : Investment Entities	1 January 2014
Amendments to MFRS 127	Separate Financial Statements (2011) : Investment Entities	1 January 2014
Amendments to MFRS 132	Offsetting Financial Assets and Financial Liabilities	1 January 2014
Amendments to MFRS 136	Recoverable Amount Disclosures for Non-Financial Assets	1 January 2014
Amendments to MFRS 139	Novation of Derivatives and Continuation of Hedge Accounting	1 January 2014
IC Interpretation 21	Levies	1 January 2014
Amendments to MFRS 119	Defined Benefit Plans :Employee Contributions	1 July 2014
Amendments to MFRSs	Annual Improvements to MFRSs 2010 - 2012 Cycle	1 July 2014
Amendments to MFRSs	Annual Improvements to MFRSs 2011 - 2013 Cycle	1 July 2014



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**A2. Accounting policies (continued)**

The adoption of the above standards and amendments to MFRSs and IC Interpretation are not expected to have any significant financial impact on the financial statements of the Group.

**(b) MFRSs, Amendments to MFRSs and IC Interpretation issued but not yet effective**

The Group has not adopted the following new/revised MFRSs, Amendments to MFRSs and Interpretation that were in issue but not yet effective :

**(i) MFRS and Amendments effective for financial periods beginning on or after 1 January 2016**

MFRS 14	Regulatory Deferral Accounts	1 January 2016
Amendments to MFRS 116 and MFRS 138	Clarification of Acceptable Methods of Depreciation and Amortisation	1 January 2016
Amendments to MFRS 11	Accounting for Acquisitions of Interests in Joint Operations	1 January 2016
Amendments to MFRS 116 and MFRS 141	Agriculture: Bearer Plants	1 January 2016
MFRS 15	Revenue from Contracts with Customers	1 January 2017
Mandatory Effective Date of MFRS 9 and Transition Disclosures		Deferred
MFRS 9	Financial Instruments (2009)	Deferred
MFRS 9	Financial Instruments (2010)	Deferred
MFRS 9	Financial Instruments (Hedge Accounting and Amendments to MFRS 9, MFRS 7 and MFRS 139)	Deferred

**A3. Declaration of audit qualification**

There was no qualified report issued by the auditors in the financial statements of the Group for the financial year ended 30 June 2014.

**A4. Seasonality or Cyclicity of Interim Operations**

The business operations of the Group are generally dependent on the Malaysian economy, consumer confidence and Government support, as well as major festive seasons.

**A5. Unusual Items Affecting Assets, Liabilities, Equity, Net Income or Cash Flows**

There were no unusual events affecting assets, liabilities, equity, net income or cash flow of the Group in the quarterly financial statements under review.

**A6. Material Changes in Estimates**

There were no material changes in estimates in the quarterly financial statements under review.



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**A7. Debts and Equity Securities**

There were no issuance, cancellation, repurchase, resale and repayments of debts and equity securities for current quarter under review.

**A8. Dividend Paid**

No dividend has been paid in the current quarter under review.

**A9. Segment Information**

Business segments

**9 months ended 31 March 2015**

	Retailing RM'000	Manufac- turing RM'000	Investment and property development RM'000	Elimination RM'000	Consolidation RM'000
<b>Revenue</b>					
Revenue from external customers	546,163	34	826	-	547,023
Inter-segment revenue	-	18,164	43,050	(61,214)	-
Total revenue	546,163	18,198	43,876	(61,214)	547,023
<b>Results</b>					
Segment operating profit	68,063	1,002	16,071	(17,978)	67,158
Share of losses of associates	79	-	(1)	-	78
Interest income					537
Finance costs					(4,556)
Profit before tax					63,217
Tax expense					(18,776)
Profit for the financial period					44,441
Attributable to:					
Owners of the parent					40,942
Non-controlling interests					3,499
					44,441



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**A9. Segment Information (continued)**  
Business segments (continued)

**9 months ended 31 March 2014**

	<b>Retailing RM'000</b>	<b>Manufac- turing RM'000</b>	<b>Investment and property development RM'000</b>	<b>Elimination RM'000</b>	<b>Consolidation RM'000</b>
<b>Revenue</b>					
Revenue from external customers	524,964	283	502	-	525,749
Inter-segment revenue	-	18,323	31,481	(49,804)	-
Total revenue	<u>524,964</u>	<u>18,606</u>	<u>31,983</u>	<u>(49,804)</u>	<u>525,749</u>
<b>Results</b>					
Segment operating profit	83,043	950	2,912	(7,549)	79,356
Share of losses of associates	-	-	(1)	-	(1)
Interest income					438
Finance costs					<u>(5,846)</u>
Profit before tax					73,947
Tax expense					<u>(22,509)</u>
Profit for the financial period					<u><u>51,438</u></u>
Attributable to:					
Owners of the parent					46,206
Non-controlling interests					<u>5,232</u>
					<u><u>51,438</u></u>

**A10. Valuation of Property, Plant and Equipment**

The valuation of property, plant and equipment if any, have been brought forward without amendment from the previous annual financial statements.





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**A11. Material Events Subsequent to the End of the Interim Period**

Save for those disclosed below, there were no material events subsequent to the end of the current quarter under review up to the date of this report.

On 30 April 2015, the Company announced that Bonia Italia Srl ("BIS"), its indirect subsidiary incorporated in Italy, has resolved on the voluntary liquidation of BIS pursuant to the Italian Civil Code.

BIS, a dormant entity, is a wholly-owned subsidiary of Daily Frontier Sdn Bhd, which in turn is a wholly-owned subsidiary of the Company, The cost of investment is EUR1.00.

The voluntary liquidation of BIS is part of Bonia's continued initiative to eliminate unnecessary administrative costs in maintaining dormant subsidiaries. The voluntary liquidation is not expected to have any material effect on the earnings or net assets of the Bonia Group for the financial year ending 30 June 2015.

**A12. Changes in the Composition of the Group**

Save for those disclosed below, there were no changes in the composition of the Group for the current quarter under review.

On 14 January 2015, the Company announced that the dissolution of its indirect wholly-owned subsidiary company namely Guangzhou Bonia Fashions Co Limited ("GBF"), a company incorporated in the People's Republic of China, has been completed.

Prior to the dissolution, GBF was a wholly-owned subsidiary company of Kin Sheng Group Limited which in turn is a direct wholly-owned subsidiary of Bonia. GBF has ceased its business activities and the dissolution is not expected to have any material effects on the earnings or net assets of the Company for the financial year ending 30 June 2015.

**A13. Changes in Contingent Liabilities**

The contingent liabilities of the Company as at 31 March 2015 comprised of corporate guarantee given to financial institutions for credit facilities granted to certain subsidiaries amounted to RM305.16 million of which utilised by these subsidiaries amounted to RM149.89 million.

**A14. Capital Commitments**

The amount of capital commitments as at 31 March 2015 is as follows:

	<b>RM'000</b>
Authorised and contracted for:	
Property, plant and equipment:	
- properties under construction	4
- others	1,236
- Renovation for offices and warehouses	3,381
	<u>4,621</u>

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**NOTES TO INTERIM FINANCIAL REPORT****31 MARCH 2015***(Unaudited)***A15. Related Party Disclosures**

The aggregate value of the recurrent related party transactions ("RRPT") conducted between the Company's subsidiaries with the related parties during the current financial period under review are as follows:-

No.	Transacting parties	Nature of transactions	Interested parties and nature of relationship	31 Mar 2015 Amount transacted RM'000	31 Mar 2014 Amount transacted RM'000
1.	Cassardi International Co. Ltd.	<ul style="list-style-type: none"><li>• Purchase of men's apparels</li><li>• Payment of <i>Valentino Rudy</i> trademark royalty</li></ul>	Note 1	670	668
2.	Bonia International Holdings Pte Ltd	<ul style="list-style-type: none"><li>• Payment of <i>Bonia, Carlo Rino, Sembonia and CR2</i> trademarks royalties</li></ul>	Note 2	2,545	75
3.	BIH Franchising Ltd.	<ul style="list-style-type: none"><li>• Payment of <i>Bonia,, Carlo Rino and Sembonia</i> trademarks royalties</li></ul>	Note 3	-	1,961
4.	Long Bow Manufacturing (S) Pte. Ltd.	<ul style="list-style-type: none"><li>• Payment of office and warehouse rental</li></ul>	Note 4	1,252	1,043
5.	Lianbee Marketing (M) Sdn Bhd	<ul style="list-style-type: none"><li>• Payment of office and warehouse rental</li></ul>	Note 5	135	165



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**A15. Related Party Disclosures (continued)**

**Notes:**

No.	Related Parties	Relationship	Estimated aggregate value during the validity period of the Proposed RRPT Mandate pursuant to Circular to Shareholders dated 29.10.2014 duly approved at the 23 <sup>rd</sup> AGM held on 20.11.2014 RM'000	Actual Amount transacted From 1 Dec 2014 to 31 Mar 2015 RM'000
1.	Cassardi International Co. Ltd.	A company in which a major shareholder of VR Directions Sdn. Bhd., a subsidiary of the Company, Boonnam Boonnamsap has substantial financial interests.	N/A	N/A
2.	Bonia International Holdings Pte Ltd	A company in which a Director, who is also a major shareholder of the Company has substantial financial interest.	4,500	1,412
3.	BIH Franchising Ltd.	A company in which a Director, who is also a major shareholder of the Company has substantial financial interests.	N/A	N/A
4.	Long Bow Manufacturing (S) Pte. Ltd.	A company in which a Director, who is also a major shareholder of the Company, and a director of subsidiary of the Company, has substantial financial interests.	1,700	547
5.	Lianbee Marketing (M) Sdn Bhd	A company in which certain Directors, and/or major shareholders of subsidiaries of the Company, have substantial financial interests.	N/A	N/A

There was no deviation from the Actual Value exceeding the Estimated Aggregate Value by 10% or more in the Existing Mandate.

Save as disclosed above, there were no recurrent related party transactions of revenue or trading nature during the current financial period under review.



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**A16. Cash and cash equivalents**

	<b>31 Mar 2015 RM'000</b>	<b>31 Mar 2014 RM'000</b>
Cash and bank balances	79,966	64,261
Fixed deposits with licensed banks	786	2,901
Short term placements with licensed banks	5,000	3,400
Bank overdrafts	(2,699)	(2,011)
	<hr/> 83,053	<hr/> 68,551
Less: Fixed deposit pledged	(786)	(753)
	<hr/> <b>82,267</b>	<hr/> <b>67,798</b>



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**ADDITIONAL INFORMATION REQUIRED BY THE BURSA MALAYSIA'S LISTING REQUIREMENTS**

**B1. Review of Performance of the Company and its Subsidiaries**

The Group's revenue for the 9 months ended 31 March 2015 increased by RM21.3 million or 4% as compared to the corresponding period of the preceding year, of which RM12.3 million was due to a one-off sales of consignment stock to our Dealers in Vietnam and Indonesia amounting to RM5.4 million and RM6.9 million respectively. Excluding the one-off sales of consignment stock, the balance increase of RM9.0 million or 2% was mainly contributed by organic growth in sales from Vietnam, Indonesia and Malaysia.

For local market, sales increased by RM4.2 million mainly coming from Braun Buffel and Carlo Rino brands. For overseas markets, excluding the one-off sales of consignment stock above, the Group recorded a better sales increased generated from Vietnam and Indonesia of RM2.8 million and RM2.9 million respectively. Whereas, outright export to other countries dropped by approximately RM1 million.

The Group reported a profit before tax of RM63.2 million, which is 14.5% lower than the profit before tax of RM73.9 million reported in the preceding year.

The decrease in profit before tax was mainly due to decrease in gross profit margin of 2.1% caused by the Group's promotional activities prior to the implementation of GST together with an increase of approximately 5.1% in operating expenses in particularly on boutique rentals, staff cost as well as a provision for litigation cost of approximately RM1.5 million for the trademark dispute in China.

**B2. Comments on Material Changes in the Profit Before Taxation for the Quarter under Review as Compared with Immediate Preceding Quarter**

For the current quarter under review, the Group posted a profit before tax of RM22.4 million as compared to RM20.7 million in the preceding quarter ended 31 December 2014.

Compared to the previous quarter, revenue for the current quarter under review excluding the one-off sales of consignment stock of RM12.3 million, only increased marginally by RM1.6 million. The gross profit margins earned during the quarter declined by 3% mainly due to promotional activities prior to the implementation of GST during the quarter under review. The operating costs increased by 2.2% amounting to RM2.0 million and therefore, the profit before tax only improved by 8.4% amounting to RM1.7 million due to higher operating expenses and lower gross profit margin.

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On the local front, Malaysian economy is expected to continue at a slower pace for the remaining of the year. Consumers are expected to slowdown in their spending as they face high household debt as well as rising costs of living. The implementation of the Goods and Services Tax (GST) is also expected to temporarily impact domestic demand.

Giving the uncertain economic outlook, the Group's prospects for the remaining financial year are expected to be challenging. The Group will continue to focus on its expansion plan to overseas markets in particularly Indonesia, Cambodia and other Asian countries.

Barring any unforeseen circumstances, the Board of Directors remains cautious about the Group's outlook for the remaining financial year. We expect to face further challenges domestically in view of the implementation of the GST in April 2015 as well as higher operating costs while the overall consumer sentiment remains weak.

**B4. Variance of Actual Profit from Forecast Profit**

Not applicable.

**B5. Taxation**

	<b>Current year to-date ended 31 Mar 2015 RM'000</b>	<b>Preceding year to-date ended 31 Mar 2014 RM'000</b>
Current year tax expense	18,843	21,661
Under/(Over) provision in prior year	115	954
Deferred tax expense	(182)	(106)
	<u>18,776</u>	<u>22,509</u>

The tax charge for the Group reflects an effective tax rate which is higher than the statutory tax rate due mainly to certain expenses which are not deductible for tax purposes.

**B6. Profit / (Loss) on Sale of Unquoted Investments and/or Properties**

There were no sales of unquoted investments and/or properties for the financial period under review.

**B7. Quoted Securities**

There were no purchases or disposals of quoted securities for the financial period under review.

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There were no corporate proposals announced but not completed as at the date of this announcement.

**B9. Group Borrowings**

The total Group borrowings and debts securities were as follows:

	31 March 2015		30 June 2014	
	Short Term Borrowing RM'000	Long Term Borrowing RM'000	Short Term Borrowing RM'000	Long Term Borrowing RM'000
<u>Secured</u>				
Bank overdrafts	705	-	-	-
Bankers' acceptances	1,382	-	1,502	-
Hire-purchase & lease	730	802	828	1,108
Term loans	8,774	100,659	8,097	100,219
	<u>11,591</u>	<u>101,461</u>	<u>10,427</u>	<u>101,327</u>
<u>Unsecured</u>				
Bank overdrafts	1,994	-	2,633	-
Bankers' acceptances	30,883	-	20,058	-
Trust Receipt	10,604	-	6,718	-
Term loans	2,019	1,010	1,929	2,411
	<u>45,500</u>	<u>1,010</u>	<u>31,338</u>	<u>2,411</u>
Total	<u>57,091</u>	<u>102,471</u>	<u>41,765</u>	<u>103,738</u>

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The above which included borrowings denominated in foreign currency were as follows:

	31 March 2015		30 June 2014	
	Foreign Currency '000	RM Equivalent '000	Foreign Currency '000	RM Equivalent '000
<u>Singapore Dollar</u>				
<u>Secured</u>				
Term Loan	532	1,432	552	1,419
Hire-purchase	210	566	380	978
	<u>742</u>	<u>1,998</u>	<u>932</u>	<u>2,397</u>
<u>Unsecured</u>				
Bank overdraft	46	123	174	446
Term Loan	1,125	3,029	1,687	4,340
Trust Receipt	3,939	10,605	2,612	6,718
	<u>5,110</u>	<u>13,757</u>	<u>4,473</u>	<u>11,504</u>
<u>U.S. Dollar</u>				
<u>Unsecured</u>				
Bankers' acceptances	1,667	5,933	1,091	3,548
	<u>1,667</u>	<u>5,933</u>	<u>1,091</u>	<u>3,548</u>
Total	<u>7,519</u>	<u>21,688</u>	<u>6,496</u>	<u>17,449</u>

**B10. Summary of Derivative Financial Instruments**

There are no derivative financial instruments as at the date of issue of this report.



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The breakdown of the retained profits of the Group as at 31 March 2015, into realised and unrealised profits is prepared in accordance with Guidance on Special Matter No.1, Determination of Realised and Unrealised Profits or Losses in the context of disclosure pursuant to Bursa Malaysia Securities Berhad Listing Requirements, as issued by the Malaysian Institute of Accountants and the directive of Bursa Malaysia Securities Berhad.

	<b>As at 31 Mar 2015 RM'000</b>	<b>As at 30 June 2014 RM'000</b>
<b>Total retained profits of Bonia Corporation Berhad and its subsidiaries</b>		
- Realised	212,703	280,364
- Unrealised	2,026	1,453
 Total share of retained profits from associated companies		
- Realised	80	(2)
	<hr/> 214,809	<hr/> 281,815
<b>Less : Consolidation adjustments</b>	<hr/> (36,980)	<hr/> (35,545)
 <b>Total Group retained profits</b>	<hr/> <hr/> 177,829	<hr/> <hr/> 246,270



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**B12. (A) Material Litigation**

**Apex Marble Sdn Bhd and Mcore Sdn Bhd (collectively as “Plaintiff”) vs Leong Tat Yan (“Defendant”)**

Further to the announcement on the quarterly results (under Note B12) made on 22 November 2013, the civil suit filed in the High Court of Malaya at Kuala Lumpur against Mr Leong Tat Yan (“the Defendant”), by the 60% owned subsidiaries of the Company, Apex Marble Sdn Bhd and Mcore Sdn Bhd (“the Plaintiffs”), the Company filed a notice of appeal on 9 April 2013 against part of the decision of the High Court dated 27 March 2013 in connection with the service of cause papers on the Defendant. The Defendant also filed a notice of appeal against part of the decision of the High Court dated 27 March 2013 in connection with the jurisdiction and forum.

On the hearing date of 8 July 2013, the Court of Appeal allowed the Defendant’s appeal with costs of RM10,000 and the Plaintiffs’ appeal was accordingly be struck out with no order as to costs.

After discussing with their legal advisers, the Plaintiffs (also referred to as “Applicants”) had on 7 August 2013, filed a Notice of Motion in the Federal Court for the following orders:-

- (i) the Applicants be granted leave to appeal to the Federal Court against the whole of the decision of the Court of Appeal given on the 8 July 2013 in Civil Appeal No. W-02(IM)(NCVC)-797-04/2013 pursuant to Sections 96 and 97 of the Courts of Judicature Act, 1964 read with Rules 55, 107 and/or 108 of the Federal Court Rules, 1995 and/or the inherent jurisdiction of the Federal Court.
- (ii) in the event that leave to appeal is granted by the Federal Court, the Applicants be granted leave to file and serve a Notice of Appeal to the Federal Court within 7 days from the date of the order pursuant to Rule 108 of the Federal Court Rules, 1995.
- (iii) the costs of the application filed by the Applicants be costs in the cause.
- (iv) such further or other relief of the Federal Court may deem fit.

The Applicants had filed to the Court the Notice of Appeal on 4<sup>th</sup> February 2015. The appeal is now fixed for hearing on 19<sup>th</sup> August 2015.

As the application for leave hearing has yet to be heard, the legal advisors are unable to express their opinion as to the quantum of damages receivable.



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**B12. (B) Trade Mark Dispute**

**Litigation in the People's Republic of China against "Bull Device and AUCHAMO" trade mark application owned by Wise Luck International Ltd.**

The Company's 70%-owned subsidiary and brand representative of the Braun Büffel brand in the Asia Pacific region, Jeco Pte Ltd ("Jeco"), has been engaged in court proceedings in the People's Republic of China ("PRC") for matter pertaining to PRC



Trade Mark No. 1992120 for " 沃奇玛 " ("Bull Device Mark"). The Bull Device Mark is owned by Wise Luck International Ltd T/A Dat Sun Trading Co ("Wise Luck"). The litigation arose out of trade mark cancellation proceedings which commenced in 2008 when Jeco lodged a cancellation action against the registration of the Bull Device Mark with the Trademark Review and Adjudication Board (China) ("TRAB").

After the TRAB decision was issued (in Jeco's favour) in 2010, Wise Luck filed an appeal to the Beijing 1<sup>st</sup> Intermediate Court and succeeded in the appeal. The appeal outcome was upheld by the Beijing Higher Court in 2012.

Jeco has applied for re-trial of the matter and the proceedings are currently pending in the PRC Supreme Court.

No damages will have to be paid by either party to the other regardless of the outcome of the re-trial at the PRC Supreme Court. To date, Jeco has expended SGD187,000 in legal costs in relation to the litigation, and has further budgeted another SGD575,000 for the financial year as legal costs to be incurred for the re-trial.

Save and except of the abovementioned litigation, there is no other material litigation filed by the Company at the date of this report.

**B13. Dividend**

No interim dividend has been declared for the current quarter under review.



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**B14. Earnings Per Share**

The basic earnings per ordinary share is calculated by dividing the Group's profit for the period attributable to ordinary equity holders of the parent by the weighted average number of ordinary shares outstanding during the period.

**Profit for the period (basic)**

	Current year quarter 31 Mar 2015 RM'000	Preceding year quarter 31 Mar 2014 RM'000	Current year to-date 31 Mar 2015 RM'000	Preceding year period 31 Mar 2014 RM'000
Profit attributable to equity holders of the parent	14,129	12,983	40,942	46,206

**Number of ordinary shares (basic)**

	Current year quarter 31 Mar 2015 '000	Preceding year quarter 31 Mar 2014 '000	Current year to-date 31 Mar 2015 '000	Preceding year period 31 Mar 2014 '000
Weighted average number of ordinary shares	806,287	806,287	806,287	806,287

By Order of the Board,  
**BONIA CORPORATION BERHAD**

**CHONG CHIN LOOK**  
Group Finance Director  
Kuala Lumpur  
26 May 2015